

CITY OF BISMARCK DEFERRED SICK LEAVE FUND
INVESTMENT PERFORMANCE REPORT AS OF SEPTEMBER 30, 2005

	September-05					August-05				July-05				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Quarter	Month		Market Value	Allocation	Month		Market Value	Allocation	Month		FYTD	FY05	Ended	Ended
		Actual	Policy	Net ROR	Net ROR		Actual	Policy	Net ROR		Actual	Policy	Net ROR	Net	Net	6/30/2005	6/30/2005
																Net	Net
LARGE CAP DOMESTIC EQUITY																	
<i>Structured Growth</i>																	
Los Angeles Capital	16,753	2.3%	2.3%	5.46%	1.65%	16,613	2.3%	2.3%	-0.55%	16,710	2.3%	2.3%	4.32%	5.46%	7.56%	N/A	N/A
Total Structured Growth	16,753	2.3%	2.3%	5.46%	1.65%	16,613	2.3%	2.3%	-0.55%	16,710	2.3%	2.3%	4.32%	5.46%	7.56%	7.46%	-9.18%
Russell 1000 Growth				4.01%	0.46%				-1.29%				4.89%	4.01%	1.68%	7.26%	-10.36%
<i>Structured Value</i>																	
LSV	16,868	2.3%	2.3%	5.06%	1.27%	16,786	2.3%	2.3%	-0.28%	16,846	2.3%	2.3%	4.04%	5.06%	18.35%	14.73%	14.78%
Russell 1000 Value				3.88%	1.40%				-0.43%				2.89%	3.88%	14.06%	11.00%	6.55%
<i>Russell 1000 Enhanced Index</i>																	
LA Capital	33,459	4.6%	4.5%	6.45%	2.23%	32,990	4.6%	4.5%	0.27%	32,911	4.6%	4.5%	3.84%	6.45%	7.93%	N/A	N/A
Russell 1000				3.95%	0.93%				-0.87%				3.89%	3.95%	7.92%	N/A	N/A
<i>S&P 500 Enhanced Index</i>																	
Westridge	32,396	4.5%	4.5%	3.64%	0.80%	32,394	4.5%	4.5%	-0.89%	32,701	4.6%	4.5%	3.75%	3.64%	6.58%	N/A	N/A
S&P 500				3.60%	0.81%				-0.91%				3.72%	3.60%	6.32%	N/A	N/A
<i>Index</i>																	
State Street	10,732			3.58%	0.80%	10,735			-0.92%	10,834			3.70%	3.58%	6.27%	8.22%	-2.45%
Total Index	10,732	1.5%	1.5%	3.58%	0.80%	10,735	1.5%	1.5%	-0.92%	10,834	1.5%	1.5%	3.70%	3.58%	6.27%	8.22%	-2.45%
S&P 500				3.60%	0.81%				-0.91%				3.72%	3.60%	6.32%	8.28%	-2.37%
TOTAL LARGE CAP DOMESTIC EQUITY	110,208	15.2%	15.0%	4.97%	1.43%	109,519	15.1%	15.0%	-0.40%	110,003	15.3%	15.0%	3.90%	4.97%	8.89%	9.59%	-0.28%
S&P 500				3.60%	0.81%				-0.91%				3.72%	3.60%	6.32%	8.28%	-2.37%
SMALL CAP DOMESTIC EQUITY																	
<i>Manager-of-Managers</i>																	
SEI	36,621	5.1%	5.0%	5.46%	0.91%	37,953	5.2%	5.0%	-2.47%	38,917	5.4%	5.0%	7.16%	5.46%	9.32%	13.32%	N/A
Russell 2000 + 200bp				5.21%	0.48%				-1.69%				6.50%	5.21%	11.64%	15.07%	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	36,621	5.1%	5.0%	5.46%	0.91%	37,953	5.2%	5.0%	-2.47%	38,917	5.4%	5.0%	7.16%	5.46%	9.32%	13.32%	5.50%
Russell 2000				4.69%	0.31%				-1.85%				6.34%	4.69%	9.45%	12.81%	5.71%
INTERNATIONAL EQUITY																	
<i>Large Cap - Active</i>																	
Capital Guardian	30,583	4.2%	4.0%	12.11%	5.23%	30,346	4.2%	4.0%	4.33%	29,556	4.1%	4.0%	2.11%	12.11%	10.32%	7.44%	-3.80%
LSV	30,810	4.3%	4.0%	11.20%	5.88%	30,385	4.2%	4.0%	1.59%	29,930	4.2%	4.0%	3.38%	11.20%	N/A	N/A	N/A
Transition Account	-	0.0%	0.0%	N/A	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Total Large Cap - Active	61,393	8.5%	8.0%	11.67%	5.56%	60,731	8.4%	8.0%	2.95%	59,486	8.3%	8.0%	2.75%	11.67%	13.23%	12.39%	7.26%
MSCI EAFE - 50% Hedged				11.07%	5.36%				1.95%				3.40%	11.07%	14.41%	8.84%	-2.61%
<i>Small Cap - Value</i>																	
Lazard	7,364	1.0%	1.0%	9.94%	2.08%	7,537	1.0%	1.0%	3.65%	7,273	1.0%	1.0%	3.91%	9.94%	18.18%	N/A	N/A
Citigroup Broad Market Index < \$2BN				12.05%	4.70%				3.00%				3.90%	12.05%	21.33%	N/A	N/A
<i>Small Cap - Growth</i>																	
Vanguard	7,451	1.0%	1.0%	10.41%	3.48%	7,518	1.0%	1.0%	2.12%	7,369	1.0%	1.0%	4.48%	10.41%	24.11%	N/A	N/A
Citigroup Broad Market Index < \$2BN				12.05%	4.70%				3.00%				3.90%	12.05%	21.33%	N/A	N/A
TOTAL INTERNATIONAL EQUITY	76,208	10.5%	10.0%	11.37%	5.01%	75,786	10.5%	10.0%	2.93%	74,128	10.3%	10.0%	3.04%	11.37%	15.34%	10.62%	-2.10%
MSCI EAFE - 50% Hedged				11.07%	5.36%				1.95%				3.40%	11.07%	14.41%	8.84%	-2.61%
DOMESTIC FIXED INCOME																	
<i>Core Bond</i>																	
Western Asset	159,455	22.0%	21.7%	-0.41%	-1.00%	159,231	22.0%	21.7%	1.19%	157,405	21.9%	21.7%	-0.59%	-0.41%	7.14%	7.36%	8.59%
Lehman Aggregate				-0.67%	-1.03%				1.28%				-0.91%	-0.67%	6.80%	5.75%	7.40%
<i>Index</i>																	
Bank of ND	147,431	20.4%	21.7%	-0.84%	-1.37%	147,407	20.4%	21.7%	1.50%	145,152	20.2%	21.7%	-0.96%	-0.84%	4.08%	5.66%	7.26%
Lehman Gov/Credit (1)				-0.96%	-1.31%				1.49%				-1.13%	-0.96%	4.80%	5.82%	7.35%
<i>BBB Average Quality</i>																	
Wells Capital (formerly Strong)	157,644	21.8%	21.7%	-1.05%	-1.77%	158,657	21.9%	21.7%	1.50%	156,358	21.8%	21.7%	-0.76%	-1.05%	9.14%	9.20%	N/A
Lehman US Credit BAA				-0.97%	-1.69%				1.48%				-0.74%	-0.97%	8.60%	9.42%	N/A
TOTAL DOMESTIC FIXED INCOME	464,531	64.2%	65.0%	-0.76%	-1.38%	465,295	64.2%	65.0%	1.40%	458,915	63.9%	65.0%	-0.76%	-0.76%	6.14%	6.59%	7.79%
Lehman Gov/Credit				-0.96%	-1.31%				1.49%				-1.13%	-0.96%	7.26%	6.41%	7.70%
CASH EQUIVALENTS																	
Bank of ND	36,331	5.0%	5.0%	0.93%	0.32%	35,721	4.9%	5.0%	0.32%	35,949	5.0%	5.0%	0.29%	0.93%	2.46%	1.74%	2.68%
90 Day T-Bill				0.83%	0.30%				0.29%				0.24%	0.83%	2.15%	1.55%	2.62%
TOTAL DEFERRED SICK LEAVE FUND	723,898	100.0%	100.0%	1.73%	-0.06%	724,274	100.0%	100.0%	1.01%	717,912	100.0%	100.0%	0.78%	1.73%	6.61%	8.09%	4.89%
POLICY TARGET BENCHMARK				1.29%	-0.16%				0.95%				0.49%	1.29%	7.00%	7.45%	4.86%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.